Internal c0070038 #3467

From: To: Angela Nance OGMCOAL

Date:

7/19/2010 9:19 AM

Subject:

Fwd: RE: Crandall Canyon Phase I Bond Release

>>> Pete Hess 7/19/2010 8:57 AM >>>

TA # 3467 (dated June 14,2010) states on Page 13 that all requirements relative to Phase I for the Crandall Canyon shafts facilities (at Willow Creek, C/007/038) have been addressed. A recommendation to reduce the amount of bond is approved @ 60 % of the \$ 1,251,000.00 or \$ 750,000.00.

Please prepare the letter for John's signature to reduce the amount of bond remaining by \$ 750,000.

The new remaining amount should now be \$ 1,425,114.00. This remaining amount will cover all phases of remaining bond release for all areas of disturbance remaining at this site.

Thank you.

>>> Angela Nance 7/15/2010 3:32 PM >>> Hi April,

It looks like the Willow Creek, Phase I Bond Release was approved on July 7, 2010. The approval letter signed by John states that Plateau Mining Corporation requested a 60% reduction in its bond - but, the letter doesn't specifically grant authorization for the reduction. Has Pete looked at this and determined if a 60% reduction is acceptable? If so, I will prepare a letter for John's signature authorizing the reduction.

Thanks! Angela

>>> Kevin Lundmark 7/15/2010 3:08 PM >>>

Dennis,

I believe that there will be another letter from John Baza which authorizes release of the bond. April is the lead on Willow Creek so she would be the best person to answer your questions. April is out of the office this week but will be back next week.

Thanks, Kevin

>>> Dennis Ware <<u>dware@alphanr.com</u>> 7/15/2010 1:01 PM >>>

Kevin,

I have received the Divisions letter dated July 7, 2010 (Task ID #3467) indicating that the Phase I Bond Release for Crandall Canyon is approved. I have not yet received the request for clean copies of the amendment; I assume this request is forthcoming. Is there going to be a letter from the Division officially granting the bond reduction?

**Dennis** 

From:Kevin Lundmark [mailto:kevinlundmark@utah.gov]

Sent:Wednesday, July 07, 2010 2:12 PM

To:Dennis Ware

Cc:Daron Haddock; Jim Smith

Subject: RE: Crandall Canyon Phase I Bond Release

Dennis,

I just spoke with the OSM inspector handling the Phase III Bond Release for Star Point. She indicated that she has reviewed the package and is drafting the concurrence letter this afternoon. The letter should go out today or tomorrow, and you will be copied. I'll let you know as soon as I see the letter or if I hear anything different on the schedule.

Kevin

>>> Dennis Ware <<u>dware@alphanr.com</u>> 7/7/2010 10:24 AM >>>

Daron and Kevin.

Plateau Mining Corp. and ConocoPhillips are both ready to close on the sale of 40 acres at the Star Point Mine. We will not close until we have received concurrence on the bond release from OSM. If we are unable to close by next Wednesday the process will be delayed waiting for company officials to return from extended business trips.

Please advise.

Regards, Dennis Ware

From:April Abate [mailto:aprilabate@utah.gov]
Sent:Tuesday, July 06, 2010 10:22 AM
To:Dennis Ware
Subject:Re: Crandall Canyon Phase I Bond Release

Hi Dennis,

Today I spoke with the OSM inspector who accompanied us on the bond release inspection. She has indicated that she provided us with concurrence on Crandall Canyon and is still in the process of reviewing Star Point. I would expect to wrap things up and issue our decision document for Crandall Canyon this week.

April

April A. Abate

Environmental Scientist II

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>>> Dennis Ware <<u>dware@alphanr.com</u>> 7/2/2010 8:27 AM >>>

April,

Would you provide me with an update on where we are on the Crandall Canyon phase I bond release. I am aware that a Decision Document on the Star Point bond release has been sent to OSM and since the inspections on both of these bond release applications were conducted on the same day I am in hopes that we are about ready to send a Decision Document to OSM on the Crandall Canyon bond release as well. If there is anything I need to do at this time please let me know.

Dennis Ware 435-650-2951 Cell